

1999 Limited Liability Company Return of Income

568

For calendar year 1999 or fiscal year beginning month _____ day _____ year 1999, and ending month _____ day _____ year _____.

A Principal business activity name (same as federal)	Limited liability company name (type or print) DBA	D Secretary of State file number _____ E Date business started _____
B Principal product or service (same as federal)	Number and street (or PO Box number if mail is not delivered to street address) _____ PMB no. _____	F Enter total assets at end of year. See instructions. \$ _____
C Principal business code (same as federal)	City or town _____ State _____ ZIP Code _____	I Check applicable box (1) <input type="checkbox"/> Initial return (2) <input type="checkbox"/> Final return (3) <input type="checkbox"/> Amended return
G Check accounting method: (1) <input type="checkbox"/> Cash (2) <input type="checkbox"/> Accrual (3) <input type="checkbox"/> Other (attach explanation)		H FEIN _____

J Enter the maximum number of members in the LLC at any time during the year. Attach a California Schedule K-1 (568) for each of these members

K Is this LLC an investment partnership? See instructions

L Is this LLC apportioning income to California using Schedule R?

M Was there a distribution of property or a transfer (for example, by sale or death) of an LLC interest during the taxable year?

N Is this LLC under audit by the IRS or has it been audited in a prior year?

O Did this LLC or its subsidiary(ies) have a transfer or acquisition of more than 50% in control or ownership? (See Instructions – Penalties May Apply.)

P (1) Does the LLC have an foreign nonresident members?

 (2) Does the LLC have any nonresident members?

 (3) Were Form 592, Form 592-A, and Form 592-B filed for these members?

Q Are any members in this LLC also LLCs or partnerships?

R Does the LLC meet all the requirements shown in the instructions for Question R?

S Is this LLC a member or partner in another LLC or partnership?

T Is this LLC a publicly traded partnership as defined in IRC Section 469(k)(2)?

U Is this LLC a business entity disregarded for tax purposes?

 If yes, see instructions and only complete Side 1.

 Are there credits or credit carryovers attributable to the disregarded entity?

V Is the LLC required to complete federal Form 8271? If "Yes", see instructions

	Yes	No		Yes	No		Yes	No
Q								
R								
S								
T								
U								
V								

Attach check or money order here.	1 Total income from Limited Liability Company Income Worksheet, line 19 2 Limited Liability Company fee. See instructions 3 1999 annual LLC tax. See instructions 4 Nonconsenting nonresident members' tax liability from Schedule T 5 Total tax and fee. Add line 2, line 3, and line 4 6 Amount paid with form FTB 3537 and 1999 form FTB 3522 7 Overpayment from prior year allowed as a credit 8 1999 Nonresident Withholding Credit 9 Total payments. Add line 6, line 7, and line 8 10 Tax and fee due. If line 5 is more than line 9, subtract line 9 from line 5 11 Overpayment. If line 9 is more than line 5, subtract line 5 from line 9 12 Amount of line 11 to be credited to 2000 tax or fee 13 Amount to be refunded. Subtract line 12 from line 11 14 Penalties and interest. See instructions 15 Amount due. Add line 10 and line 14. Pay this amount with this return	<table border="1" style="width:100%; border-collapse: collapse;"> <tr><td style="text-align: center;">1</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">2</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">3</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">4</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">5</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">6</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">7</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">8</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">9</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">10</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">11</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">12</td><td style="width: 20px;"></td></tr> <tr><td colspan="2" style="height: 20px;"></td></tr> <tr><td style="text-align: center;">13</td><td style="width: 20px;"></td></tr> <tr><td style="text-align: center;">14</td><td style="width: 20px;"></td></tr> <tr><td colspan="2" style="height: 20px;"></td></tr> <tr><td style="text-align: center;">15</td><td style="width: 20px;"></td></tr> </table>	1		2		3		4		5		6		7		8		9		10		11		12				13		14				15	
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Single Member LLC Information and Consent — Complete only if the LLC has elected to be disregarded.	Federal TIN
Sole Owner's Name (as shown on individual's return)	SOS File No.

Street Address, City, State, and ZIP Code	Return filed with the FTB by the Owner
Consent statement: I consent to the jurisdiction of the State of California to tax my LLC income and agree to file returns and pay tax as may be required by the Franchise Tax Board.	<input type="checkbox"/> Form 540 <input type="checkbox"/> Form 541 <input type="checkbox"/> Form 100 <input type="checkbox"/> Form 100S <input type="checkbox"/> Form 565 <input type="checkbox"/> Form 568 <input type="checkbox"/> Other _____
Signature ► _____ Date _____ Title _____	

Please Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.	Telephone () _____
Paid Preparer's Use Only	Signature of officer _____ Date _____ Preparer's signature ► _____ Date _____ Firm's name (or yours, if self-employed) and address _____ Telephone () _____	Preparer's SSN/FEIN/PTIN _____ FEIN _____ Telephone () _____

Schedule A Cost of Goods Sold

1	Inventory at beginning of year	1		
2	Purchases less cost of items withdrawn for personal use	2		
3	Cost of labor	3		
4	Additional IRC Section 263A costs. Attach schedule	4		
5	Other costs. Attach schedule	5		
6	Total. Add line 1 through line 5	6		
7	Inventory at end of year	7		
8	Cost of goods sold. Subtract line 7 from line 6. Enter here and on Schedule B, line 2	8		

9 a Check all methods used for valuing closing inventory:
(1) ☐ Cost (2) ☐ Lower of cost or market as described in Treas. Reg. Section 1.471-4 (3) ☐ Write down of "subnormal" goods as described in Treas. Reg. Section 1.471-2(c) (4) ☐ Other. Specify method used and attach explanation _____
b Check this box if the LIFO inventory method was adopted this taxable year for any goods. If checked, attach federal Form 970 ☐ Yes
c Do the rules of IRC Section 263A (with respect to property produced or acquired for resale) apply to the LLC? ☐ Yes ☐ No
d Was there any change (other than for IRC Section 263A purposes) in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation ☐ Yes ☐ No

Schedule B Income and Deductions**Caution:** Include **only** trade or business income and expenses on line 1a through line 21 below. See the instructions for more information.

Income	1 a Gross receipts or sales \$ _____ b Less returns and allowances \$ _____ c Balance ●	1c		
	2 Cost of goods sold (Schedule A, line 8)	2		
	3 GROSS PROFIT. Subtract line 2 from line 1c ●	3		
	4 Ordinary income (loss) from other LLCs, partnerships, and fiduciaries. Attach schedule ●	4		
	5 Net farm profit (loss). Attach federal Schedule F (Form 1040) ●	5		
	6 Net gain (loss) from Schedule D-1, Part II, line 18 ●	6		
	7 Other income (loss). Attach schedule ●	7		
	8 TOTAL income (loss). Combine line 3 through line 7 ●	8		
Deductions	9 Salaries and wages (other than to members)	9		
	10 Guaranteed payments to members ●	10		
	11 Repairs	11		
	12 Bad debts ●	12		
	13 Rent	13		
	14 Taxes	14		
	15 Deductible interest expense not claimed elsewhere on return	15		
	16 a Depreciation and amortization. Attach form FTB 3885L \$ _____ b Less depreciation reported on Schedule A and elsewhere on return \$ _____ c Balance	16c		
	17 Depletion. Do not deduct oil and gas depletion	17		
	18 Retirement plans, etc.	18		
	19 Employee benefit programs	19		
	20 Other deductions. Attach schedule ●	20		
	21 TOTAL deductions. Add line 9 through line 20 ●	21		
	22 ORDINARY income (loss) from trade or business activities. Subtract line 21 from line 8 ●	22		

Schedule T Nonconsenting Nonresident Members' Tax Liability

Member's name	Social security number or FEIN	Distributive share of income x tax rate	Member's tax due
		x	
		x	
		x	
		x	
		x	

Total the amount of tax due. Enter the total here and on Side 1, line 4 _____
Attach additional sheets if necessary.

Schedule K Members' Shares of Income, Deductions, Credits, Etc.

(a) Distributive share items		(b) Amounts from federal K (1065)	(c) California adjustments	(d) Total amounts using California law
Income (Loss)	1 Ordinary income (loss) from trade or business activities (Side 2, line 22)	1	●	
	2 Net income (loss) from rental real estate activities. Attach federal Form 8825	2		
	3 a Gross income from other rental activities	3a		
	b Less expenses. Attach schedule	3b		
	c Net income (loss) from other rental activities. Subtract line 3b from line 3a	3c		●
	4 Portfolio income (loss). See instructions:			
	a Interest income	4a		●
	b Dividend income	4b		●
	c Royalty income	4c		●
	d Net capital gain (loss) (Schedule D (568))	4d		
	e Other portfolio income (loss). Attach schedule	4e		●
5 Guaranteed payments to members	5		●	
6 Net gain (loss) under IRC Section 1231 (other than due to casualty or theft). Attach Schedule D-1	6		●	
7 Other income (loss). Attach schedule	7			
Deductions	8 Charitable contributions. See instructions. Attach schedule	8		
	9 Expense deduction for recovery property (R&TC Sections 17267.2, 17268, and IRC Section 179). Attach schedule	9		
	10 Deductions related to portfolio income	10		
	11 Other deductions. Attach schedule	11		
Investment Interest	12 a Interest expense on investment debts	12a		●
	b (1) Investment income included on lines 4a, 4b, 4c, and line 4e above	12b(1)		
	(2) Investment expenses included on line 10 above	12b(2)		
Credits	13 a (1) Withholding on LLC allocated to all members	13a(1)		
	b Low-income housing credit	13b		
	c Credit(s) other than credits shown on line 13b related to rental real estate activities. Attach schedule	13c		
	d Credit(s) related to other rental activities. See instructions. Attach schedule	13d		
	14 Other credits. See instructions. Attach schedule	14		●
14a Total credits received. Add line 13b through line 14	14a			
Adjustments and Tax Preference Items	15 a Depreciation adjustment on property placed in service after 1986	15a		
	b Adjusted gain or loss	15b		
	c Depletion (other than oil and gas)	15c		
	d (1) Gross income from oil, gas, and geothermal properties	15d(1)		
	(2) Deductions allocable to oil, gas, and geothermal properties	15d(2)		
	e Other adjustments and tax preference items. Attach schedule	15e		
Other	16 a Total expenditures to which IRC Section 59(e) election may apply. Attach schedule	16a		
	b Type of expenditures	16b		
	17 Tax-exempt interest income	17		
	18 Other tax-exempt income	18		●
	19 Nondeductible expenses	19		
	20 Distributions of money (cash and marketable securities)	20		
	21 Distribution of property other than money	21		
	22 Other items and amounts reported separately to members. Attach schedule	22		
Analysis	23 a Total distributive income/payment items. Combine line 1 through line 7 above. From the result, subtract the sum of line 8 through line 12a and line 16a	23		●
	b Analysis of members:			

	(a)	(b) Individual		(c) Partnership	(d) Exempt Organization	(e) Nominee/ Nominee/Other	(f) LLC
	Corporate	i. Active	ii. Passive				
Members							

Schedule L Balance Sheets. See the instructions for Question R before completing Schedules L, M-1, and M-2.

Assets	Beginning of taxable year		End of taxable year	
	(a)	(b)	(c)	(d)
1 Cash				
2 a Trade notes and accounts receivable				
b Less allowance for bad debts	()		()	
3 Inventories				•
4 U.S. government obligations				
5 Tax-exempt securities				
6 Other current assets. Attach schedule				•
7 Mortgage and real estate loans				
8 Other investments. Attach schedule				•
9 a Buildings and other depreciable assets				
b Less accumulated depreciation	()		()	•
10 a Depletable assets				
b Less accumulated depletion	()		()	
11 Land (net of any amortization)				•
12 a Intangible assets (amortizable only)				
b Less accumulated amortization	()		()	
13 Other assets. Attach schedule				•
14 TOTAL assets				

Liabilities and Capital

15 Accounts payable				•
16 Mortgages, notes, bonds payable in less than 1 year				
17 Other current liabilities. Attach schedule				
18 All nonrecourse loans				•
19 Mortgages, notes, bonds payable in 1 year or more				•
20 Other liabilities. Attach schedule				•
21 Members' capital accounts				•
22 TOTAL liabilities and capital				

Schedule M-1 Reconciliation of Income per Books With Income per Return. Use total amount under California law.

1 Net income (loss) per books		6 Income recorded on books this year not included on Schedule K, line 1 through line 7. Itemize:	
2 Income included on Schedule K, line 1 through line 7, not recorded on books this year. Itemize	•	a Tax-exempt interest \$	•
3 Guaranteed payments (other than health insurance)		7 Deductions included on Schedule K, line 1 through line 12a and line 16a, not charged against book income this year. Itemize:	
4 Expenses recorded on books this year not included on Schedule K, line 1 through line 12a and line 16a. Itemize:		a Depreciation \$	•
a Depreciation \$		8 Total of line 6 and line 7	
b Travel and entertainment \$		9 Income (loss) (Schedule K, line 23a). Subtract line 8 from line 5	
c Annual LLC tax \$	•		
5 Total of line 1 through line 4			

Schedule M-2 Analysis of Members' Capital Accounts. Use California amounts.

1 Balance at beginning of year		6 Distributions: a Cash	•
2 Capital contributed during year	•	b Property	•
3 Net income (loss) per books		7 Other decreases. Itemize	
4 Other increases. Itemize	•	8 Total of line 6 and line 7	•
5 Total of line 1 through line 4		9 Balance at end of year. Subtract line 8 from line 5	

Schedule O Amounts from Liquidation used to Capitalize a Limited Liability Company. (Complete only if initial return box is checked on Side 1, Question I.)

Name of entity liquidated (if more than one, attach a schedule)

Type of entity: ☐ C Corporation ☐ S Corporation ☐ Partnership ☐ Limited Partnership ☐ Sole Proprietor ☐ Farmer

Entity identification number(s) FEIN _____ SSN _____ Corporation _____ SOS _____

Amount of liquidation gains recognized to capitalize the LLC